

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 3104 - HB 3720

February 29, 2012

SUMMARY OF BILL: Requires a common carrier's exemption authorization number be included on the certificate of exemption, issued by the Commissioner of Revenue, for the purpose of common carriers presenting certificates to dealers in order to obtain the reduced state sales tax rate of 3.75 percent on purchases of tangible personal property.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- According to the Department of Revenue (DOR), it is anticipated that only a form change will be required to implement the provisions of this bill.
- Based on information provided by DOR, any increase in state expenditures to complete the form change will be not significant and can be accommodated within existing resources without an increased appropriation or a reduced reversion.
- Local option sales tax revenue will remain unchanged; therefore, no fiscal impact to local governments.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

/rnc

SB 3104 - HB 3720